

TOP SECRETNoted by D. BSI
B

Director's Staff Meeting

Thursday, 5 July 1951

Mr. Dulles reported that [] is presently in Zurich 25X1
with his family and even a few of his in-laws. He apparently knows that
he is under surveillance and is consequently jumpy. He may have been a
Communist Party member in the early 1940s, he studied under [] 25X1
and is known to have other Communist friends. We do not know whether he
will defect or not. At present CIA is responsible for surveillance and
State Department has responsibility for possibly lifting his passport, etc.
Mr. Dulles will follow this closely.

Mr. Dulles reported on a memorandum from Colonel Baird in
relation to training, suggesting one covert (same general position as
[]) and one overt assistant. DD/P and DD/A will discuss this matter.

Mr. Wolf reported that Gordon Gray needs approximately
75 hundred square feet of space. At a meeting between Mr. Peel, CIA, and
Mr. Finan, Bureau of the Budget, yesterday, Finan would make no commitment
as to space or finances for Gray. Mr. Peel will see what he can do about
space. The Director stated that while we wanted to be of assistance,
Gray would have to build his own shop.

[]

[] reported that Mr. [] OSI, was worried about the type
of man who would be appointed as Communications Advisor to the President.
Dr. Buckley of Bureau of the Budget, in charge of nominations, felt that
the Advisor should be merely a conciliator. Mr. [] feels that he
should be a strong man who would run with the ball. A memorandum on
this subject was given to the Director and he will probably talk to
Mr. Harriman on the subject.

JL

TOP SECRET